## WASHINGTON METROPOLITAN AREA TRANSIT COMMISSION

WASHINGTON, D.C.

ORDER NO. 2586

IN THE MATTER OF:

Served July 27, 1984

Case No. AP-84-33

Application of DAV-EL OF	)
WASHINGTON, D.C., INC., for a	)
Certificate of Public Convenience	)
and Necessity to Conduct Charter	)
Operations	)

By application filed July 18, 1984, Dav-El of Washington, D.C., Inc., ("Dav-El" or "applicant") seeks a certificate of public convenience and necessity to transport passengers and their baggage in charter operations, over irregular routes, between points in the Metropolitan District, 1/ restricted to vehicles with a manufacturer's designed seating capacity of 20 passengers or less.

Dav-El currently operates a luxury limousine service. If its application is granted, Dav-El will purchase one luxury van with a manufacturer's designed seating capacity of 15 passengers. 2/ The rate for applicant's proposed service would be \$36 per hour or \$1.40 per mile, whichever is greater. A three-hour minimum would be charged, time being computed from the time the van leaves the garage until its return.

Applicant is a wholly-owned subsidiary of Dav-El Services, Inc. Dav-El's balance sheet which was prepared on a consolidated basis, indicates that on December 31, 1983, applicant had total assets of \$289,760, including \$95,177 in current assets and \$194,583 in capital assets. Applicant's total liabilities, 3/ at the same point in time, are listed at \$462,575, including \$354,604 inter-company liabilities. Capital stock is listed at \$100. The balance sheet indicates a deficit as to retained earnings of \$172,915. However, applicant's parent shows retained earnings of \$630,474. Applicant's income statement for the

<sup>1/</sup> To the extent this language could be interpreted to seek authority between points solely within Virginia, that portion of this application is dismissed pursuant to the Compact, Title II, Article XII, Section 1(b).

<sup>2/</sup> Dav-El states that it hopes to avoid a second application should a larger vehicle become necessary in the future.

twelve months ended December 31, 1983, indicates revenues of \$627,950 and net operating expenses of \$641,275.

Dav-El's Exhibit 5A projects annual revenues of \$15,000 and concomitant operating expenses of \$10,424 for an operating ratio of 69.4 percent. It is assumed that these projections apply to the first twelve months of operation of the proposed service only. However, given that applicant currently operates within the Metropolitan District, further specification on this point is necessary.

Pursuant to the Compact, Title II, Article XII, Section 4(b), this application must be scheduled for public hearing to determine if the applicant is fit, willing and able properly to perform the proposed service and to abide by pertinent regulatory requirements, and to determine if the public convenience and necessity require the proposed service. Applicant will be assessed a sum preliminarily estimated to cover the cost of the hearing and will be required to post and publish notice of this application.

## THEREFORE, IT IS ORDERED:

- 1. That a public hearing in Case No. AP-84-33 of Dav-El of Washington, D.C., Inc., is hereby scheduled to commence, Thursday, September 6, 1984, at 9:30 a.m. in the hearing room of the Commission, Room 314, 1625 I Street, N.W., Washington, D.C. 20006.
- 2. That Dav-El of Washington, D.C., Inc., publish once in a newspaper of general circulation in the Metropolitan District, and post continuously and conspicuously in its vehicles through the date of public hearing, notice of this application and hearing, in the form prescribed by the staff of the Commission, no later than Friday, August 3, 1984, and present at the hearing an affidavit of such posting and an affidavit of publication from the selected newspaper.
- 3. That any person desiring to protest this application shall file a protest in accordance with Commission Rule 14, or any person desiring to be heard on this matter shall so notify the Commission, in writing, no later than Monday, August 20, 1984, and shall simultaneously serve a copy of such protest or notice on Jon Goldberg, General Manager for applicant, 318 I Street, N.E., Washington, D.C. 20002.

<sup>3/</sup> Due to the manner in which certain information was presented, applicant's current liabilities cannot be distinguished from its long-term liabilities.

\$500 pursuant to Title II, Article XII, Section 19 of the Compact, and is directed to deliver said amount to the office of the Commission no later than Monday, August, 27, 1984.

FOR THE COMMISSION:

WILLIAM H. McGILVERY

Executive Director

				•
	,			
÷				